

Indicator 9: Penalties and Forfeitures Issued - 2nd Quarter 2006

Large Insurers (400 Claims or more per year)

| <u>NAIC</u>              | <u>INSURER</u>                 | <u>Claims</u> | <u>Forfeitures<br/>&amp; penalties</u> | <u>No Penalty<br/>Ratio</u> | <u>Year To Date</u> | <u>3 Year Percent</u> |
|--------------------------|--------------------------------|---------------|--|-----------------------------|---------------------|-----------------------|
| 26042                    | WAUSAU UNDERWRITERS INS CO     | 74            | 0                                      | 100.00%                     | 96.04%              | 94.22%                |
| 29157                    | UNITED WISCONSIN               | 208           | 2                                      | 99.04%                      | 98.43%              | 98.37%                |
| 24988                    | SENTRY INSURANCE A MUTUAL CO   | 485           | 6                                      | 98.76%                      | 97.27%              | 96.29%                |
| 21407                    | EMCASCO INSURANCE CO           | 71            | 1                                      | 98.59%                      | 97.16%              | 96.76%                |
| 15261                    | SOCIETY INSURANCE A MUTUAL C   | 249           | 4                                      | 98.39%                      | 97.12%              | 97.37%                |
| SI                       | CITY OF MILWAUKEE              | 203           | 4                                      | 98.03%                      | 99.02%              | 99.27%                |
| 24449                    | REGENT INSURANCE CO            | 211           | 6                                      | 97.16%                      | 96.63%              | 97.16%                |
| 21458                    | EMPLOYERS INSURANCE CO OF WA   | 242           | 7                                      | 97.11%                      | 96.32%              | 95.65%                |
| 15350                    | WEST BEND MUTUAL INS CO        | 421           | 16                                     | 96.20%                      | 95.44%              | 96.35%                |
| SI                       | DEPT OF ADMINISTRATION         | 73            | 3                                      | 95.89%                      | 97.16%              | 96.35%                |
| 42404                    | LIBERTY INSURANCE CORP         | 132           | 6                                      | 95.45%                      | 97.67%              | 94.85%                |
| 25674                    | TRAVELERS PROPERTY CAS CO OF A | 215           | 10                                     | 95.35%                      | 94.68%              | 95.96%                |
| 23043                    | LIBERTY MUTUAL INS CO          | 102           | 5                                      | 95.10%                      | 91.41%              | 91.09%                |
| 20494                    | TRANSPORTATION INSURANCE CO    | 94            | 6                                      | 93.62%                      | 88.60%              | 81.95%                |
| 23035                    | LIBERTY MUTUAL FIRE INS CO     | 102           | 7                                      | 93.14%                      | 94.29%              | 91.93%                |
| 14184                    | ACUITY INSURANCE CO            | 281           | 21                                     | 92.53%                      | 94.22%              | 94.98%                |
| 22667                    | ACE AMERICAN INSURANCE CO      | 245           | 22                                     | 91.02%                      | 90.55%              | 80.31%                |
| 24147                    | OLD REPUBLIC INS CO            | 101           | 11                                     | 89.11%                      | 92.18%              | 92.55%                |
| 16535                    | ZURICH AMERICAN INSURANCE CO   | 364           | 43                                     | 88.19%                      | 89.39%              | 90.86%                |
| 23817                    | ILLINOIS NATIONAL INS CO       | 105           | 16                                     | 84.76%                      | 82.27%              | 89.31%                |
| <b>Totals for Group:</b> |                                | <b>3,978</b>  | <b>196</b>                             | <b>95.07%</b>               | <b>94.70%</b>       | <b>94.33%</b>         |

Indicator 9: Penalties and Forfeitures Issued - 2nd Quarter 2006

Medium Size Insurers (85 -399 Claims or more per year)

| <u>NAIC</u> | <u>INSURER</u>                  | <u>Claims</u> | <u>Forfeitures<br/>&amp; penalties</u> | <u>No Penalty<br/>Ratio</u> | <u>Year To Date</u> | <u>3 Year Percent</u> |
|-------------|---------------------------------|---------------|--|-----------------------------|---------------------|-----------------------|
| 22543       | SECURA INSURANCE A MUTUAL C     | 85            | 0                                      | 100.00%                     | 100.00%             | 98.27%                |
| SI          | KOHLER CO                       | 51            | 0                                      | 100.00%                     | 100.00%             | 97.33%                |
| 31895       | AMERICAN INTERSTATE INS CO      | 34            | 0                                      | 100.00%                     | 100.00%             | 97.98%                |
| 11250       | COMMUNITY INS CORP              | 28            | 0                                      | 100.00%                     | 100.00%             | 99.09%                |
| 22322       | GREENWICH INSURANCE CO          | 90            | 0                                      | 100.00%                     | 99.42%              | 99.02%                |
| SI          | MILWAUKEE BOARD OF SCHOOL D     | 86            | 1                                      | 98.84%                      | 98.82%              | 99.48%                |
| 36919       | HAWKEYE SECURITY INS CO         | 34            | 0                                      | 100.00%                     | 98.67%              | 98.53%                |
| 25682       | TRAVELERS INDEMNITY CO OF CT T  | 38            | 0                                      | 100.00%                     | 98.53%              | 97.35%                |
| 24830       | CITIES & VILLAGES MUTUAL INS C  | 27            | 1                                      | 96.30%                      | 98.00%              | 96.55%                |
| 23434       | MIDDLESEX INSURANCE CO          | 96            | 0                                      | 100.00%                     | 97.62%              | 97.06%                |
| SI          | UW-SYSTEM ADMINISTRATION        | 42            | 1                                      | 97.62%                      | 97.62%              | 97.93%                |
| 13935       | FEDERATED MUTUAL INS CO         | 35            | 0                                      | 100.00%                     | 97.40%              | 97.88%                |
| 18988       | AUTO OWNERS INS CO              | 38            | 0                                      | 100.00%                     | 96.77%              | 97.04%                |
| 14303       | INTEGRITY MUTUAL INS CO         | 61            | 0                                      | 100.00%                     | 96.75%              | 98.82%                |
| SI          | CITY OF MADISON                 | 38            | 0                                      | 100.00%                     | 96.67%              | 92.54%                |
| 21415       | EMPLOYERS MUTUAL CASUALTY C     | 149           | 9                                      | 93.96%                      | 96.37%              | 96.34%                |
| SI          | BRUNSWICK CORPORATION           | 13            | 0                                      | 100.00%                     | 96.00%              | 98.26%                |
| 26069       | WAUSAU BUSINESS INS CO          | 86            | 3                                      | 96.51%                      | 95.88%              | 96.43%                |
| 25143       | STATE FARM FIRE & CASUALTY CO   | 14            | 0                                      | 100.00%                     | 95.65%              | 97.28%                |
| SI          | SCHNEIDER NATIONAL CARRIERS I   | 18            | 2                                      | 88.89%                      | 95.35%              | 96.70%                |
| 15091       | RURAL MUTUAL INS CO             | 79            | 4                                      | 94.94%                      | 95.03%              | 97.21%                |
| 26425       | WAUSAU GENERAL INS CO           | 45            | 2                                      | 95.56%                      | 94.90%              | 94.39%                |
| 10166       | ACCIDENT FUND INS CO OF AMERIC  | 121           | 0                                      | 100.00%                     | 94.20%              | 92.22%                |
| 20508       | VALLEY FORGE INS CO             | 37            | 1                                      | 97.30%                      | 94.12%              | 93.20%                |
| 19275       | AMERICAN FAMILY MUTUAL INS C    | 49            | 3                                      | 93.88%                      | 93.52%              | 95.69%                |
| 24414       | GENERAL CAS CO OF WI            | 52            | 4                                      | 92.31%                      | 93.46%              | 96.53%                |
| 31003       | TRI STATE INS CO OF MN          | 66            | 5                                      | 92.42%                      | 92.81%              | 95.22%                |
| SI          | COUNTY OF MILWAUKEE             | 43            | 3                                      | 93.02%                      | 92.05%              | 97.12%                |
| 19259       | SELECTIVE INS CO OF SOUTH CARO  | 17            | 1                                      | 94.12%                      | 91.18%              | 95.54%                |
| 13986       | FRANKENMUTH MUTUAL INS CO       | 77            | 2                                      | 97.40%                      | 91.16%              | 95.82%                |
| 10677       | CINCINNATI INSURANCE CO THE     | 62            | 9                                      | 85.48%                      | 91.08%              | 96.01%                |
| 19429       | INSURANCE COMPANY OF STATE O    | 37            | 3                                      | 91.89%                      | 90.24%              | 84.75%                |
| 10472       | CAPITOL INDEMNITY CORP          | 15            | 1                                      | 93.33%                      | 89.66%              | 96.37%                |
| 19682       | HARTFORD FIRE INSURANCE CO      | 27            | 1                                      | 96.30%                      | 89.19%              | 90.61%                |
| 19380       | AMERICAN HOME ASSURANCE CO      | 106           | 6                                      | 94.34%                      | 89.05%              | 91.04%                |
| SI          | MILWAUKEE TRANSPORT SERVIC      | 31            | 8                                      | 74.19%                      | 87.67%              | 95.88%                |
| 24228       | PEKIN INSURANCE CO              | 20            | 1                                      | 95.00%                      | 86.84%              | 88.48%                |
| 19445       | NATIONAL UNION FIRE INS CO OF P | 35            | 9                                      | 74.29%                      | 85.71%              | 79.77%                |
| 19410       | COMMERCE & INDUSTRY INS CO      | 74            | 11                                     | 85.14%                      | 85.44%              | 92.02%                |
| 43575       | INDEMNITY INSURANCE CO OF NOR   | 15            | 3                                      | 80.00%                      | 82.93%              | 78.34%                |
| 25402       | AMCOMP ASSURANCE CORP           | 143           | 22                                     | 84.62%                      | 82.69%              | 91.35%                |
| 25887       | UNITED STATES FIDELITY & GUARA  | 14            | 3                                      | 78.57%                      | 82.35%              | 73.54%                |
| 20281       | FEDERAL INSURANCE CO            | 64            | 9                                      | 85.94%                      | 81.94%              | 90.54%                |
| 35386       | FIDELITY & GUARANTY INS CO      | 50            | 6                                      | 88.00%                      | 81.82%              | 83.98%                |
| SI          | GENERAL MOTORS CORPORATION      | 24            | 6                                      | 75.00%                      | 79.07%              | 94.66%                |
| 24767       | ST PAUL FIRE & MARINE INS CO    | 17            | 5                                      | 70.59%                      | 75.86%              | 90.51%                |
| 23787       | NATIONWIDE MUTUAL INS CO        | 16            | 5                                      | 68.75%                      | 70.83%              | 79.83%                |
| SI          | STORA ENSO NORTH AMERICA COR    | 25            | 6                                      | 76.00%                      | 70.00%              | 88.78%                |
| 29459       | TWIN CITY FIRE INS CO           | 65            | 33                                     | 49.23%                      | 63.33%              | 83.62%                |
| 21865       | ASSOCIATED INDEMNITY CORP       | 10            | 7                                      | 30.00%                      | 58.62%              | 88.48%                |

Indicator 9: Penalties and Forfeitures Issued - 2nd Quarter 2006

Medium Size Insurers (85 -399 Claims or more per year)

| <u>NAIC</u>              | <u>INSURER</u>               | <u>Claims</u> | <u>Forfeitures<br/>&amp; penalties</u> | <u>No Penalty<br/>Ratio</u> | <u>Year To Date</u> | <u>3 Year Percent</u> |
|--------------------------|------------------------------|---------------|--|-----------------------------|---------------------|-----------------------|
| 40827                    | VIRGINIA SURETY CO INC       | 10            | 3                                      | 70.00%                      | 47.37%              | 92.54%                |
| 30104                    | HARTFORD UNDERWRITERS INS CO | 19            | 16                                     | 15.79%                      | 17.50%              | 74.41%                |
| 22748                    | PACIFIC EMPLOYERS INS CO     | 0             | 2                                      | 0.00%                       | 0.00%               | 36.76%                |
| <b>Totals for Group:</b> |                              | <b>2,528</b>  | <b>217</b>                             | <b>91.42%</b>               | <b>90.53%</b>       | <b>93.08%</b>         |

## Indicator 9: Penalties and Forfeitures Issued - 2nd Quarter 2006

## Small Size Insurers (Less than 85 Claims per year)

| <u>NAIC</u> | <u>INSURER</u>                 | <u>Claims</u> | <u>Forfeitures<br/>&amp; penalties</u> | <u>No Penalty<br/>Ratio</u> | <u>Year To Date</u> | <u>3 Year Percent</u> |
|-------------|--------------------------------|---------------|--|-----------------------------|---------------------|-----------------------|
| 10804       | CONTINENTAL WESTERN INS CO     | 15            | 1                                      | 93.33%                      | 97.14%              | 98.41%                |
| 13714       | PHARMACISTS MUTUAL INS CO      | 6             | 0                                      | 100.00%                     | 94.74%              | 97.52%                |
| 25976       | UTICA MUTUAL INS CO            | 13            | 0                                      | 100.00%                     | 100.00%             | 97.48%                |
| SI          | VOLLRATH COMPANY LLC           | 6             | 1                                      | 83.33%                      | 85.71%              | 96.72%                |
| 22292       | HANOVER INSURANCE CO THE       | 2             | 0                                      | 100.00%                     | 75.00%              | 96.55%                |
| 10239       | SECURA SUPREME                 | 31            | 2                                      | 93.55%                      | 96.92%              | 96.52%                |
| 14117       | GRINNELL MUT REINSUR CO        | 11            | 1                                      | 90.91%                      | 94.12%              | 96.23%                |
| 33588       | FIRST LIBERTY INS CORP THE     | 7             | 2                                      | 71.43%                      | 85.71%              | 95.97%                |
| SI          | WISCONSIN BELL INC             | 8             | 1                                      | 87.50%                      | 93.94%              | 95.95%                |
| 15377       | WESTERN NATIONAL MUTUAL INS C  | 25            | 2                                      | 92.00%                      | 92.50%              | 95.83%                |
| 13021       | UNITED FIRE & CASUALTY CO      | 3             | 2                                      | 33.33%                      | 81.25%              | 95.38%                |
| 21261       | ELECTRIC INSURANCE CO          | 4             | 1                                      | 75.00%                      | 84.62%              | 95.18%                |
| 19305       | ASSURANCE COMPANY OF AMER      | 4             | 0                                      | 100.00%                     | 100.00%             | 95.00%                |
| 40142       | AMERICAN ZURICH INS CO         | 15            | 1                                      | 93.33%                      | 96.67%              | 94.78%                |
| 28665       | CINCINNATI CASUALTY CO THE     | 3             | 0                                      | 100.00%                     | 90.00%              | 94.67%                |
| SI          | KWIK TRIP INC                  | 16            | 1                                      | 93.75%                      | 96.67%              | 93.75%                |
| 18767       | CHURCH MUTUAL INSURANCE CO     | 6             | 1                                      | 83.33%                      | 85.71%              | 93.75%                |
| 23442       | PATRIOT GENL INS CO            | 21            | 2                                      | 90.48%                      | 92.50%              | 92.65%                |
| 21180       | SENTRY SELECT                  | 13            | 0                                      | 100.00%                     | 100.00%             | 92.65%                |
| 20478       | NATIONAL FIRE INS CO OF HARTFO | 2             | 0                                      | 100.00%                     | 100.00%             | 92.50%                |
| SI          | COLUMBIA-ST MARY'S INC         | 5             | 1                                      | 80.00%                      | 16.67%              | 91.96%                |
| 14176       | HASTINGS MUTUAL INS CO         | 25            | 0                                      | 100.00%                     | 97.83%              | 91.71%                |
| 12262       | PENN MFRS ASSOCIATION INS CO   | 2             | 0                                      | 100.00%                     | 100.00%             | 91.04%                |
| 20427       | AMERICAN CASUALTY CO OF REA    | 4             | 0                                      | 100.00%                     | 100.00%             | 90.99%                |
| 14265       | INDIANA LUMBERMENS MUTUAL I    | 1             | 0                                      | 100.00%                     | 100.00%             | 90.91%                |
| 23841       | NEW HAMPSHIRE INSURANCE CO     | 25            | 1                                      | 96.00%                      | 90.20%              | 90.63%                |
| 20346       | PACIFIC INDEMNITY CO           | 5             | 1                                      | 80.00%                      | 84.62%              | 90.57%                |
| 37885       | XL SPECIALTY INSURANCE COMPAN  | 33            | 1                                      | 96.97%                      | 93.44%              | 90.32%                |
| 41394       | BENCHMARK INSURANCE CO         | 10            | 2                                      | 80.00%                      | 78.26%              | 90.24%                |
| 21113       | UNITED STATES FIRE INS CO      | 17            | 2                                      | 88.24%                      | 87.50%              | 89.11%                |
| 20397       | VIGILANT INSURANCE CO          | 10            | 2                                      | 80.00%                      | 72.73%              | 89.11%                |
| 19356       | MARYLAND CASUALTY CO           | 5             | 1                                      | 80.00%                      | 72.73%              | 88.89%                |
| 11118       | FEDERATED RURAL ELECTRIC INS C | 5             | 0                                      | 100.00%                     | 93.75%              | 88.24%                |
| 13838       | FARMLAND MUTUAL INS CO         | 0             | 0                                      | 0.00%                       | 0.00%               | 88.14%                |
| SI          | TARGET CORP (STORES)           | 14            | 0                                      | 100.00%                     | 94.29%              | 87.91%                |
| 26662       | MILWAUKEE CASUALTY INSURAN     | 6             | 1                                      | 83.33%                      | 87.50%              | 87.50%                |
| SI          | DAIMLERCHRYSLER CORPORATIO     | 1             | 1                                      | 0.00%                       | 91.67%              | 85.82%                |
| 40967       | ST PAUL FIRE & CASUALTY INS CO | 3             | 0                                      | 100.00%                     | 87.50%              | 85.06%                |
| SI          | INTERNATIONAL PAPER COMPANY    | 1             | 1                                      | 0.00%                       | -50.00%             | 83.75%                |
| SI          | CITY OF KENOSHA                | 8             | 0                                      | 100.00%                     | 92.31%              | 83.67%                |
| 30562       | AMERICAN MANUFACTURERS MUT     | 1             | 1                                      | 0.00%                       | 66.67%              | 82.93%                |
| 41181       | UNIVERSAL UNDERWRITERS INS C   | 1             | 1                                      | 0.00%                       | 40.00%              | 82.00%                |
| SI          | EMERSON ELECTRIC COMPANY       | 11            | 1                                      | 90.91%                      | 94.74%              | 81.65%                |
| 20443       | CONTINENTAL CASUALTY CO        | 24            | 2                                      | 91.67%                      | 80.95%              | 81.08%                |
| 39357       | METLIFE INS CO OF CT           | 0             | 0                                      | 0.00%                       | -100.00%            | 80.72%                |
| 24902       | SECURITY INSURANCE CO OF HART  | 0             | 0                                      | 0.00%                       | 0.00%               | 79.76%                |
| 29424       | HARTFORD CASUALTY INS CO       | 5             | 2                                      | 60.00%                      | 72.73%              | 79.73%                |
| 21873       | FIREMANS FUND INS CO           | 2             | 1                                      | 50.00%                      | 50.00%              | 79.35%                |
| 20486       | TRANSCONTINENTAL INSURANCE C   | 2             | 0                                      | 100.00%                     | 100.00%             | 79.02%                |
| 24678       | ROYAL INDEMNITY CO             | 0             | 0                                      | 0.00%                       | 0.00%               | 77.85%                |

Indicator 9: Penalties and Forfeitures Issued - 2nd Quarter 2006

Small Size Insurers (Less than 85 Claims per year)

| <u>NAIC</u> | <u>INSURER</u>                 | <u>Claims</u> | <u>Forfeitures<br/>&amp; penalties</u> | <u>No Penalty<br/>Ratio</u> | <u>Year To Date</u> | <u>3 Year Percent</u> |
|-------------|--------------------------------|---------------|--|-----------------------------|---------------------|-----------------------|
| 34207       | WESTPORT INSURANCE CORPORAT    | 4             | 0                                      | 100.00%                     | 77.78%              | 75.00%                |
| 22918       | AMERICAN MOTORISTS             | 2             | 0                                      | 100.00%                     | 100.00%             | 74.00%                |
| 14508       | MICHIGAN MILLERS MUTUAL INS C  | 12            | 3                                      | 75.00%                      | 65.00%              | 70.91%                |
| 24872       | CONNECTICUT INDEMNITY CO THE   | 1             | 0                                      | 100.00%                     | 100.00%             | 69.23%                |
| SI          | JEWEL FOOD STORES INC          | 10            | 0                                      | 100.00%                     | 100.00%             | 64.71%                |
| 25879       | FIDELITY & GUARANTY INS UNDERW | 6             | 0                                      | 100.00%                     | 85.71%              | 64.10%                |
| 18910       | AMERICAN PROTECTION INS CO     | 0             | 1                                      | 0.00%                       | -100.00%            | 42.70%                |
| 20702       | ACE FIRE UNDERWRITERS INSURAN  | 0             | 0                                      | 0.00%                       | 75.00%              | 41.03%                |
| 22977       | LUMBERMENS MUTUAL CAS CO       | 2             | 5                                      | -150.00%                    | -150.00%            | 23.81%                |
|             | <b>Totals for Group:</b>       | <b>474</b>    | <b>49</b>                              | <b>89.66%</b>               | <b>88.33%</b>       | <b>86.66%</b>         |